# THE MANITOBA ECONOMY

# PRELIMINARY 2005 PERFORMANCE

MANITOBA
BUREAU OF STATISTICS

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**REPORT #4A**

**PRICE: $100.00**

**JUNE 30, 2006**

# Manitoba Bureau of Statistics

HIGHLIGHTS:

## UPDATED MANITOBA GROSS DOMESTIC PRODUCT ESTIMATES FOR 2005

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R3C 3H8

- The Manitoba Bureau of Statistics (MBS) estimates that the **Manitoba economy grew by 2.9% in 2005,** up 0.2 percentage points from 2.7% real growth (revised) in 2004. **Manitoba's 2.9% real growth in 2005 is equivalent to the Canadian projected average growth** for the year as reported by the private sector forecasting agencies in March 2006.

- **The provincial economy generated a record $36.4 billion of real expenditures in 2005 (market price).** Final domestic demand spending (excluding foreign trade) is estimated at $38.0 billion.

- Key drivers behind economic growth in 2005 were expenditures on durable goods and construction. Spending in these areas was supported by low interest rates, and strong income growth. Manitoba exports also contributed to the provincial growth rate, expanding by a solid 3.7% in 2005.

- Export growth was led by the energy sector, specifically by a dramatic recovery of Hydro exports and increased shipments of oil following the start of development of the new Sinclair field located in southwest Manitoba.

- On a nominal basis, accrued net farm income dropped to a revised minus $56 million in 2005, a decline of $388 million from the 2004 level of $332 million. This marked the first negative level for Accrued net farm income since 1993. Net cash income (receipts minus expenses), which represents cash on hand, was down $138 million or 18.0%. Operating expenses decreased by 0.7% largely due to unseeded acres which were more than twice the ten year average.

- **Total real personal spending grew by 3.1% in 2005 to a revised $22.4 billion. This was up from $21.7 billion in 2004**. Retail trade data indicates a 6.4% increase in nominal sales in 2005, ranking Manitoba the third highest amongst the provinces. Durable goods, which include automobiles and household appliances, reported the largest growth at 9.6%, followed by semi durables and services at 3.3% and 3.0% respectively.

- Business investment in machinery and equipment grew 9.0% in real terms during 2005, hitting a revised $3.7 billion. This was up from $3.4 billion in 2004.

- Construction activity in the province was robust. Canada Mortgage and Housing Corporation (CMHC) calculated total housing starts for 2005 at 4,731 units, an increase from 4,440 units recorded in 2004. Overall, total real investment in residential structures grew an estimated 5.8% in 2005, reaching $1.6 billion up from $1.5 billion a year earlier. Real investment in non-residential structures rose 3.5% in 2005 recovering from a 4.5% decline in 2004.

- **In 2005, the Bank of Canada increased interest rates from 2.75% to 3.50%. The Canadian dollar rose by $.06 against the U.S. dollar reaching an average of $0.83 (US).** This was up from $0.77 in 2004. Since 2002 the Canadian dollar has appreciated by $0.19 against its US counterpart.

- Despite the stronger dollar and a hard hit agricultural sector, Manitoba exports grew significantly in 2005. Total real exports for 2005 increased by 3.7% following a 4.5% rise in 2004. International exports led the way posting 5.5% growth while inter-provincial exports increased 1.9%.

- Manitoba Hydro benefited from wetter weather throughout western Canada. This resulted in a dramatic increase in electricity production and exports particularly to the United States.

- On the import side, stronger domestic demand for items such as automobiles and housing related products resulted in real import growth of 3.7% in 2005 down from 4.4% in 2004.

- The oil and gas sector saw a 140.0% increase in the number of oil wells drilled, from 119 in 2004 to 285 in 2005. The volume of oil produced in Manitoba increased by more than 25.0% in 2005 with exports estimated at $305 million (in current dollars).

- **In current dollar terms, GDP at market prices grew by 4.8% in 2005 to a revised $42.1 billion** up from $40.2 billion in 2004.

- **Total labour income rose by 4.5% in 2005** following a 5.0% gain (revised) in 2004. **Labour income marked a record $21.3 billion.**

- **Corporate profits grew by a solid 6.3% in 2005.** This was on the heels of two years of double-digit profit increases of 19.3% and 17.8% in 2003 and 2004 respectively.

- Driven, in part, by the continued housing boom, **unincorporated business income** grow by 4.6% in 2005 up from 4.1% in 2004 and 1.4% in 2003. This category includes earnings for contractors, real-estate brokers and other independent businesses as well as imputed rent.

- Data revisions incorporated in this publication added $20 million to nominal GDP (market prices) in 2002, $56 million in 2003, $165 million in 2004 and $86 million in 2005.

## NOTE TO USERS

This document provides an update to information published on December 21, 2005. The data series contained here incorporate the most current information available from Statistics Canada as published in the April 2006 Provincial Economic Accounts. This includes new information on both income and expenditures.

The extent of the revisions on GDP estimates varies from little or no adjustments to relatively large shifts in some data series. MBS works to minimize the impact of revisions on Manitoba's GDP accounts.

| Real GDP Growth | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 Projected |
|---|---|---|---|---|---|---|
| MBS June 2006 Release | 4.2% | 0.8% | 2.0% | 2.0% | 2.7% | 2.9% |
| MBS December 2005 Release | 4.2% | 0.8% | 2.0% | 1.9% | 2.5% | 2.9% |
| Percent Difference | 0.0% | 0.0% | 0.0% | 0.1% | 0.2% | 0.0% |

The above table shows the revision to the MBS data in percentage terms. The revisions to real GDP growth have been marginal with the largest change in real growth rate at 0.2% in 2004.

Details on the revisions for all key expenditure components are provided in Table 7. The net effects of changes to the expenditure components were overall real GDP increases of: $19 million in 2002; $52 million in 2003; $137 million in 2004, and $143 million in 2005.

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## GRAPHICAL SUMMARY

(1) GDP at Market Prices, Chained 1997 Dollars

(2) Final Domestic Demand, Chained 1997 Dollars

(3) Personal Expenditure, Chained 1997 Dollars

(4) Government Expenditure, Chained 1997 Dollars

(5) Business Expenditure, Chained 1997 Dollars

(6) Total Exports, Chained 1997 Dollars

(7) International Exports, Chained 1997 Dollars

(8) Total Imports, Chained 1997 Dollars

(9) International Imports, Chained 1997 Dollars

(10) Labour Income, Current Dollars

(11) Accrued Net Farm Income, Current Dollars

(12) Personal Disposable Income, Current Dollars

## TABLE SUMMARY

(1) Manitoba Gross Domestic Product, expenditure-based in Chained $1997

(2) Manitoba Gross Domestic Product, expenditure-based in Current Dollars

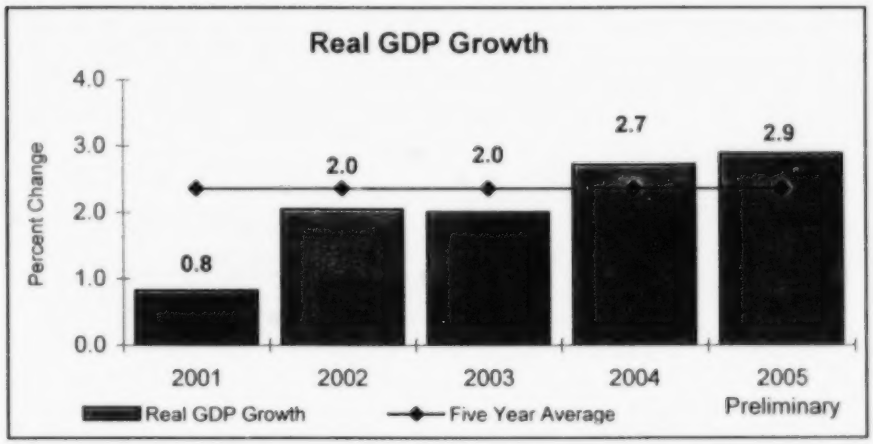
(3) Manitoba Gross Domestic Product, income-based in Current Dollars

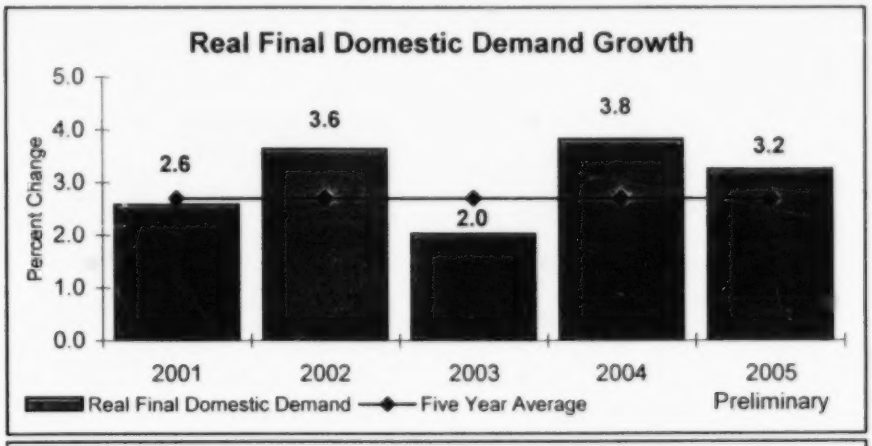
(4) Manitoba Personal Income, sources and disposition in Current Dollars

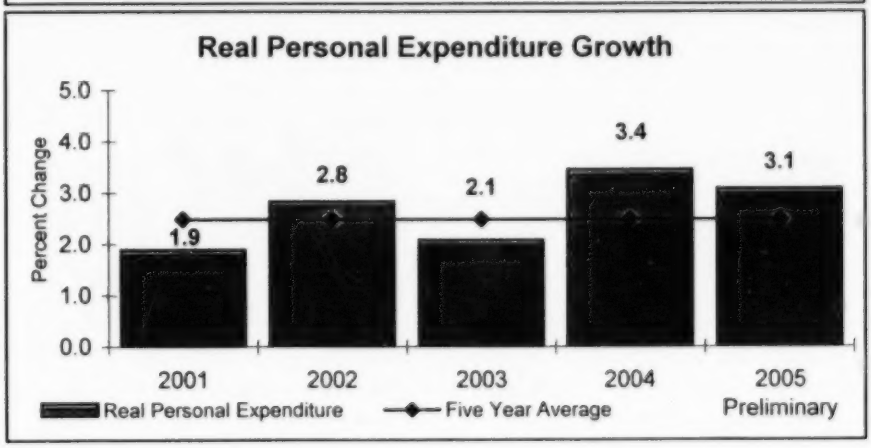
(5) Manitoba Farm Income, reconciliation in Current Dollars

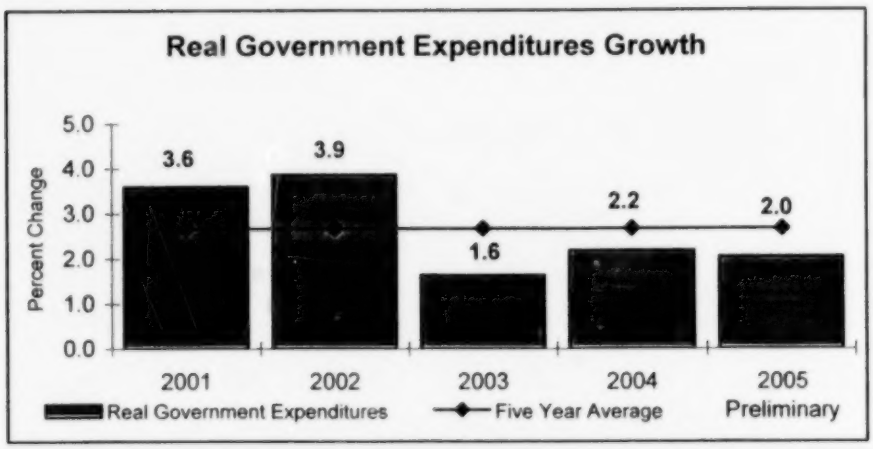
(6) Manitoba Price Indexes (1997 = 100)

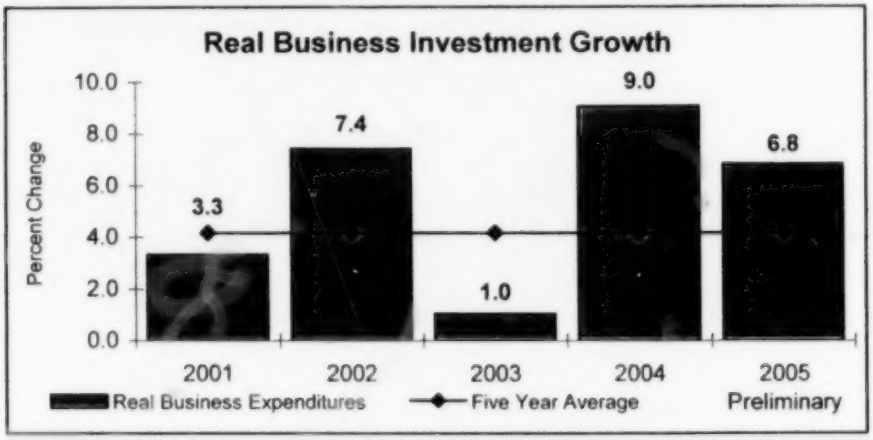
(7) Comparison Between June 2006 and December 2005 Publications, Gross Domestic Product, expenditure-based in Chained $1997

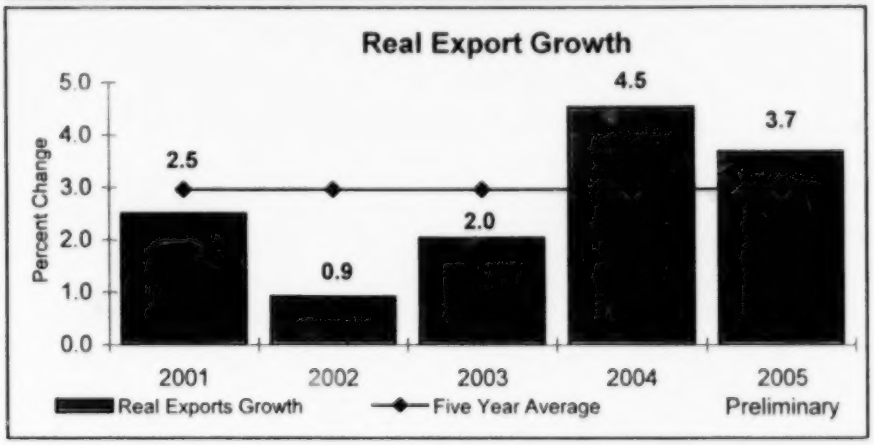

Real GDP Growth
Percent Change
4.0
3.0
2.0
1.0
0.0
0.8
2.0
2.0
2.7
2.9
2001
2002
2003
2004
2005 Preliminary
Real GDP Growth
Five Year Average

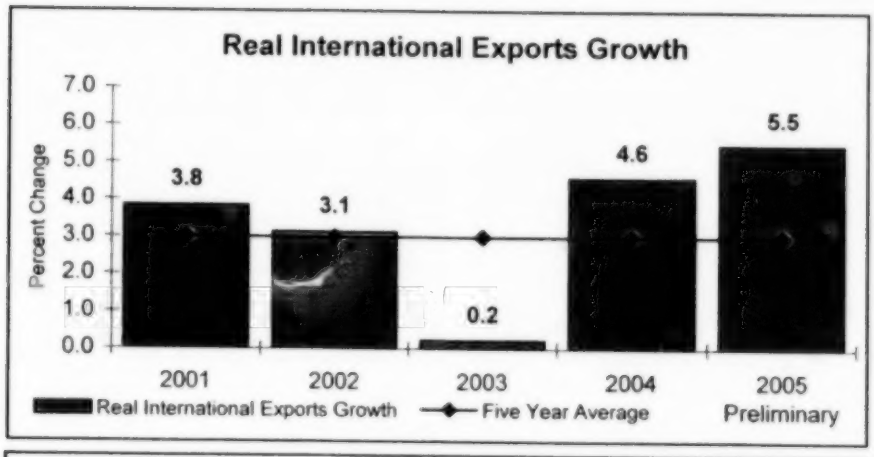

Real Final Domestic Demand Growth
Percent Change
5.0
4.0
3.0
2.0
1.0
0.0
2.6
3.6
2.0
3.8
3.2
2001
2002
2003
2004
2005 Preliminary
Real Final Domestic Demand
Five Year Average

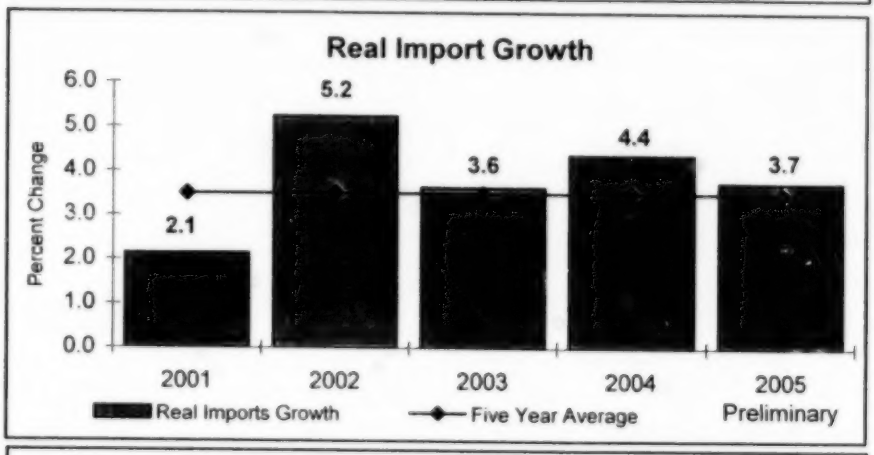

Real Personal Expenditure Growth
Percent Change
5.0
4.0
3.0
2.0
1.0
0.0
1.9
2.8
2.1
3.4
3.1
2001
2002
2003
2004
2005 Preliminary
Real Personal Expenditure
Five Year Average

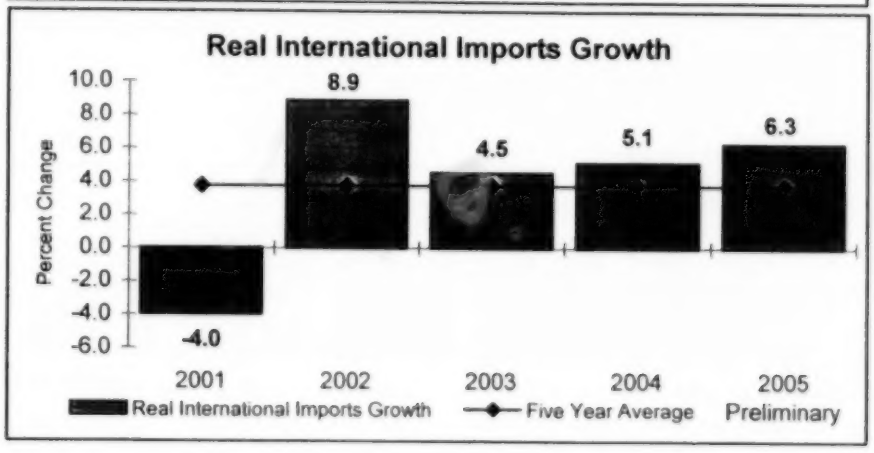

Real Government Expenditures Growth
Percent Change
5.0
4.0
3.0
2.0
1.0
0.0
3.6
3.9
1.6
2.2
2.0
2001
2002
2003
2004
2005
Preliminary
Real Government Expenditures
Five Year Average

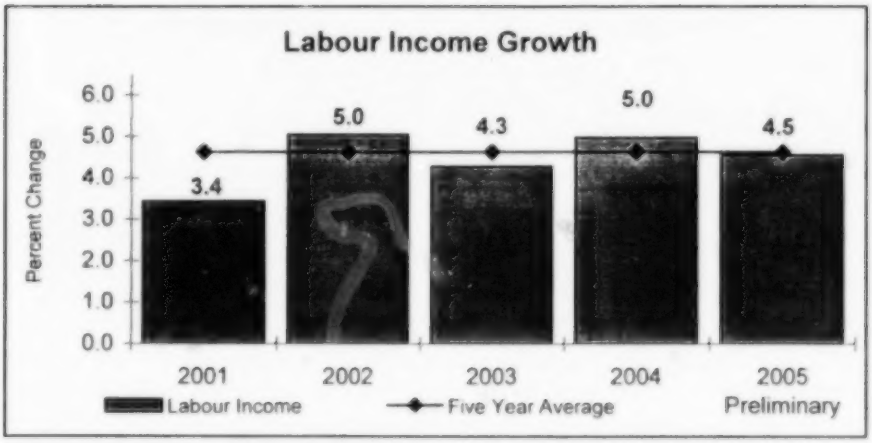

Real Business Investment Growth
Percent Change
10.0
8.0
6.0
4.0
2.0
0.0
3.3
7.4
1.0
9.0
6.8
2001
2002
2003
2004
2005
Preliminary
Real Business Expenditures
Five Year Average

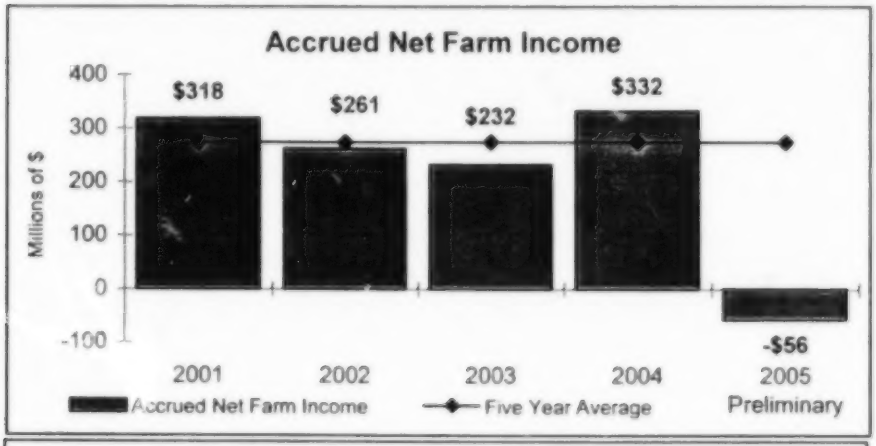

Real Export Growth
Percent Change
5.0
4.0
3.0
2.0
1.0
0.0
2.5
0.9
2.0
4.5
3.7
2001
2002
2003
2004
2005
Preliminary
Real Exports Growth
Five Year Average


Real International Exports Growth
Percent Change
7.0
6.0
5.0
4.0
3.0
2.0
1.0
0.0
3.8
3.1
0.2
4.6
5.5
2001
2002
2003
2004
2005
Preliminary
Real International Exports Growth
Five Year Average


Real Import Growth
Percent Change
6.0
5.0
4.0
3.0
2.0
1.0
0.0
2.1
5.2
3.6
4.4
3.7
2001
2002
2003
2004
2005
Preliminary
Real Imports Growth
Five Year Average


Real International Imports Growth
Percent Change
10.0
8.0
6.0
4.0
2.0
0.0
-2.0
-4.0
-6.0
-4.0
8.9
4.5
5.1
6.3
2001
2002
2003
2004
2005
Preliminary
Real International Imports Growth
Five Year Average


Labour Income Growth
Percent Change
6.0
5.0
4.0
3.0
2.0
1.0
0.0
3.4
5.0
4.3
5.0
4.5
2001
2002
2003
2004
2005
Preliminary
Labour Income
Five Year Average


Accrued Net Farm Income
Millions of $
400
300
200
100
0
-100
$318
$261
$232
$332
-$56
2001
2002
2003
2004
2005
Preliminary
Accrued Net Farm Income
Five Year Average

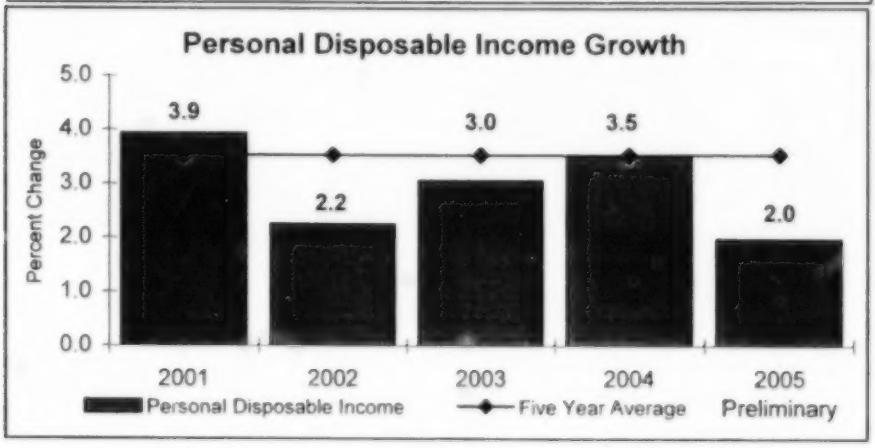

Personal Disposable Income Growth
Percent Change
5.0
4.0
3.0
2.0
1.0
0.0
3.9
2.2
3.0
3.5
2.0
2001
2002
2003
2004
2005
Preliminary
Personal Disposable Income
Five Year Average

TABLE 1

## REAL MANITOBA GROSS DOMESTIC PRODUCT
## EXPENDITURE-BASED
## 1999 - 2005

| | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 Preliminary |
|---|---|---|---|---|---|---|---|
| | (MILLIONS OF CHAINED 1997 DOLLARS) | | | | | | |
| PERSONAL EXPENDITURE | 19,199 | 19,625 | 19,996 | 20,563 | 20,990 | 21,714 | 22,382 |
| | 2.1 | 2.2 | 1.9 | 2.8 | 2.1 | 3.4 | 3.1 |
| GOVERNMENT EXPENDITURE | 7,064 | 7,201 | 7,460 | 7,748 | 7,874 | 8,045 | 8,209 |
| | 5.5 | 1.9 | 3.6 | 3.9 | 1.6 | 2.2 | 2.0 |
| GOVERNMENT INVESTMENT IN CAPITAL | 794 | 706 | 748 | 728 | 819 | 791 | 754 |
| | 21.1 | -11.1 | 5.9 | -2.6 | 12.5 | -3.4 | -4.7 |
| STRUCTURES | 541 | 433 | 467 | 464 | 503 | 516 | 498 |
| | 21.4 | -20.0 | 7.9 | -0.7 | 8.6 | 2.5 | -3.4 |
| MACHINERY AND EQUIPMENT | 253 | 280 | 286 | 268 | 325 | 272 | 249 |
| | 20.4 | 10.6 | 2.3 | -6.2 | 21.2 | -16.4 | -8.5 |
| GOVERNMENT INVESTMENT IN INVENTORIES | 0 | 1 | 0 | -2 | 0 | 1 | 0 |
| BUSINESS INVESTMENT | 4,911 | 4,903 | 5,065 | 5,440 | 5,496 | 5,993 | 6,402 |
| | 2.3 | -0.2 | 3.3 | 7.4 | 1.0 | 9.0 | 6.8 |
| RESIDENTIAL STRUCTURES | 992 | 1,026 | 1,127 | 1,246 | 1,363 | 1,505 | 1,591 |
| | -5.1 | 3.4 | 9.8 | 10.6 | 9.4 | 10.4 | 5.8 |
| NON-RESIDENTIAL STRUCTURES | 1,337 | 1,082 | 1,220 | 1,155 | 1,226 | 1,171 | 1,211 |
| | -12.2 | -19.1 | 12.7 | -5.3 | 6.1 | -4.5 | 3.5 |
| MACHINERY AND EQUIPMENT | 2,588 | 2,818 | 2,729 | 3,062 | 2,909 | 3,356 | 3,659 |
| | 16.1 | 8.9 | -3.2 | 12.2 | -5.0 | 15.4 | 9.0 |
| BUSINESS INVESTMENT IN INVENTORIES | 201 | 515 | -143 | 231 | 610 | 139 | 68 |
| NON-FARM | 179 | 249 | -68 | 255 | 106 | 132 | 163 |
| FARM | 15 | 275 | -76 | -31 | 532 | -33 | -177 |
| EXPORTS OF GOODS AND SERVICES | 19,607 | 20,543 | 21,057 | 21,249 | 21,681 | 22,663 | 23,495 |
| | 2.9 | 4.8 | 2.5 | 0.9 | 2.0 | 4.5 | 3.7 |
| EXPORTS TO OTHER COUNTRIES | 9,640 | 9,951 | 10,332 | 10,655 | 10,678 | 11,167 | 11,778 |
| | -0.8 | 3.2 | 3.8 | 3.1 | 0.2 | 4.6 | 5.5 |
| EXPORTS TO OTHER PROVINCES | 9,968 | 10,593 | 10,724 | 10,591 | 10,999 | 11,491 | 11,714 |
| | 6.5 | 6.3 | 1.2 | -1.2 | 3.8 | 4.5 | 1.9 |
| DEDUCT: IMPORTS OF GOODS AND SERVICES | 20,296 | 20,729 | 21,170 | 22,277 | 23,083 | 24,090 | 24,990 |
| | 4.9 | 2.1 | 2.1 | 5.2 | 3.6 | 4.4 | 3.7 |
| IMPORTS FROM OTHER COUNTRIES | 9,669 | 10,070 | 9,670 | 10,525 | 11,001 | 11,564 | 12,287 |
| | 1.1 | 4.1 | -4.0 | 8.9 | 4.5 | 5.1 | 6.3 |
| IMPORTS FROM OTHER PROVINCES | 10,633 | 10,668 | 11,496 | 11,748 | 12,085 | 12,537 | 12,763 |
| | 8.7 | 0.3 | 7.8 | 2.2 | 2.9 | 3.7 | 1.8 |
| STATISTICAL DISCREPANCY | -6 | 45 | 57 | 68 | 55 | 97 | 83 |
| **REAL GDP AT MARKET PRICES** | **31,464** | **32,796** | **33,066** | **33,743** | **34,418** | **35,355** | **36,376** |
| | 1.6 | 4.2 | 0.8 | 2.0 | 2.0 | 2.7 | 2.9 |
| REAL FINAL DOMESTIC DEMAND | 31,968 | 32,438 | 33,273 | 34,481 | 35,177 | 36,520 | 37,705 |
| | 3.2 | 1.5 | 2.6 | 3.6 | 2.0 | 3.8 | 3.2 |

MANITOBA BUREAU OF STATISTICS
June, 2006

TABLE 2

MANITOBA GROSS DOMESTIC PRODUCT
EXPENDITURE-BASED
1999 - 2005

| | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 Preliminary |
|---|---|---|---|---|---|---|---|
| | (MILLIONS OF CURRENT DOLLARS) | | | | | | |
| PERSONAL EXPENDITURE | 19,776 | 20,602 | 21,436 | 22,502 | 23,346 | 24,515 | 25,725 |
| | 4.0 | 4.2 | 4.1 | 5.0 | 3.8 | 5.0 | 4.9 |
| GOVERNMENT EXPENDITURE | 7,326 | 7,874 | 8,292 | 8,827 | 9,179 | 9,584 | 10,121 |
| | 7.5 | 7.5 | 5.3 | 6.5 | 4.0 | 4.4 | 5.6 |
| GOVERNMENT INVESTMENT IN CAPITAL | 794 | 727 | 770 | 754 | 844 | 832 | 805 |
| | 20.4 | -8.4 | 5.8 | -2.1 | 12.0 | -1.5 | -3.3 |
| STRUCTURES | 557 | 468 | 509 | 512 | 570 | 613 | 619 |
| | 23.3 | -16.0 | 8.8 | 0.5 | 11.4 | 7.5 | 0.9 |
| MACHINERY AND EQUIPMENT | 237 | 260 | 261 | 242 | 274 | 219 | 186 |
| | 14.0 | 9.7 | 0.5 | -7.2 | 13.2 | -20.1 | -15.1 |
| GOVERNMENT INVESTMENT IN INVENTORIES | 0 | 1 | 0 | -2 | 1 | 1 | 0 |
| BUSINESS INVESTMENT | 4,981 | 5,023 | 5,277 | 5,760 | 5,707 | 6,310 | 6,801 |
| | 1.8 | 0.8 | 5.1 | 9.1 | -0.9 | 10.6 | 7.8 |
| RESIDENTIAL STRUCTURES | 1,020 | 1,074 | 1,204 | 1,359 | 1,535 | 1,808 | 1,984 |
| | -3.2 | 5.3 | 12.1 | 12.9 | 13.0 | 17.8 | 9.7 |
| NON-RESIDENTIAL STRUCTURES | 1,395 | 1,169 | 1,338 | 1,289 | 1,397 | 1,405 | 1,514 |
| | -10.4 | -16.2 | 14.4 | -3.6 | 8.3 | 0.6 | 7.8 |
| MACHINERY AND EQUIPMENT | 2,566 | 2,780 | 2,735 | 3,111 | 2,776 | 3,098 | 3,303 |
| | 12.4 | 8.3 | -1.6 | 13.8 | -10.8 | 11.6 | 6.6 |
| BUSINESS INVESTMENT IN INVENTORIES | 221 | 389 | -71 | 144 | 286 | 147 | -16 |
| NON-FARM | 368 | 241 | -4 | 281 | 157 | 204 | 243 |
| FARM | -147 | 148 | -67 | -137 | 129 | -57 | -259 |
| EXPORTS OF GOODS AND SERVICES | 19,631 | 21,366 | 22,244 | 22,680 | 22,824 | 24,297 | 25,290 |
| | 3.2 | 8.8 | 4.1 | 2.0 | 0.6 | 6.5 | 4.1 |
| EXPORTS TO OTHER COUNTRIES | 9,628 | 10,455 | 11,009 | 11,393 | 11,185 | 12,005 | 12,581 |
| | -0.8 | 8.6 | 5.3 | 3.5 | -1.8 | 7.3 | 4.8 |
| EXPORTS TO OTHER PROVINCES | 10,003 | 10,911 | 11,235 | 11,287 | 11,639 | 12,292 | 12,708 |
| | 7.4 | 9.1 | 3.0 | 0.5 | 3.1 | 5.6 | 3.4 |
| DEDUCT: IMPORTS OF GOODS AND SERVICES | 20,776 | 21,990 | 22,881 | 24,093 | 24,445 | 25,625 | 26,688 |
| | 5.5 | 5.8 | 4.0 | 5.3 | 1.5 | 4.8 | 4.1 |
| IMPORTS FROM OTHER COUNTRIES | 9,953 | 10,473 | 10,414 | 11,390 | 11,075 | 11,385 | 11,664 |
| | 0.3 | 5.2 | -0.6 | 9.4 | -2.8 | 2.8 | 2.4 |
| IMPORTS FROM OTHER PROVINCES | 10,823 | 11,518 | 12,466 | 12,703 | 13,370 | 14,240 | 15,024 |
| | 10.8 | 6.4 | 8.2 | 1.9 | 5.3 | 6.5 | 5.5 |
| STATISTICAL DISCREPANCY | -7 | 47 | 61 | 74 | 60 | 110 | 75 |
| **GDP AT MARKET PRICES** | **31,947** | **34,039** | **35,129** | **36,645** | **37,802** | **40,171** | **42,113** |
| | 3.3 | 6.5 | 3.2 | 4.3 | 3.2 | 6.3 | 4.8 |
| FINAL DOMESTIC DEMAND | 32,877 | 34,226 | 35,775 | 37,842 | 39,077 | 41,242 | 43,451 |
| | 4.7 | 4.1 | 4.5 | 5.8 | 3.3 | 5.5 | 5.4 |

MANITOBA BUREAU OF STATISTICS
June, 2006

MANITOBA ECONOMIC ACCOUNTS
TABLE 2

TABLE 3

MANITOBA GROSS DOMESTIC PRODUCT
INCOME-BASED IN CURRENT DOLLARS
1999 - 2005

| | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 Preliminary |
|---|---|---|---|---|---|---|---|
| | (MILLIONS OF CURRENT DOLLARS) | | | | | | |
| WAGES, SALARIES AND SUPPLEMENTARY LABOUR INCOME | 16,275 | 17,146 | 17,733 | 18,626 | 19,421 | 20,384 | 21,309 |
| | 3.8 | 5.3 | 3.4 | 5.0 | 4.3 | 5.0 | 4.5 |
| CORPORATION PROFITS BEFORE TAXES | 2,600 | 2,890 | 2,797 | 3,029 | 3,615 | 4,258 | 4,527 |
| | 8.7 | 11.2 | -3.2 | 8.3 | 19.3 | 17.8 | 6.3 |
| INTEREST AND MISCELLANEOUS INVESTMENT INCOME | 2,702 | 3,041 | 3,011 | 2,697 | 2,019 | 2,493 | 3,084 |
| | 2.7 | 12.5 | -1.0 | -10.4 | -25.1 | 23.5 | 23.7 |
| ACCRUED NET INCOME OF FARM OPERATORS | 29 | 221 | 318 | 261 | 232 | 332 | -56 |
| | -71.5 | 667.8 | 43.9 | -17.9 | -11.2 | 43.1 | -117.0 |
| NET INCOME OF NON-FARM UNINCORPORATED BUSINESS | 2,209 | 2,245 | 2,357 | 2,471 | 2,506 | 2,609 | 2,728 |
| | 4.2 | 1.7 | 5.0 | 4.8 | 1.4 | 4.1 | 4.6 |
| INVENTORY VALUATION ADJUSTMENT | -43 | -93 | -66 | -84 | 148 | -43 | -5 |
| TAXES LESS SUBSIDIES ON FACTORS OF PRODUCTION | 1,735 | 1,777 | 1,771 | 1,842 | 1,876 | 1,965 | 1,982 |
| | 0.6 | 2.4 | -0.3 | 4.0 | 1.8 | 4.7 | 0.9 |
| **NET DOMESTIC PRODUCT AT BASIC PRICES** | **25,507** | **27,227** | **27,921** | **28,842** | **29,817** | **31,997** | **33,569** |
| | 3.8 | 6.7 | 2.5 | 3.3 | 3.4 | 7.3 | 4.9 |
| TAXES LESS SUBSIDIES ON PRODUCTS | 2,275 | 2,482 | 2,628 | 2,968 | 2,906 | 2,890 | 2,950 |
| | -2.6 | 9.1 | 5.9 | 12.9 | -2.1 | -0.6 | 2.1 |
| CAPITAL CONSUMPTION ALLOWANCES | 4,159 | 4,377 | 4,640 | 4,909 | 5,139 | 5,394 | 5,669 |
| | 5.0 | 5.2 | 6.0 | 5.8 | 4.7 | 5.0 | 5.1 |
| STATISTICAL DISCREPANCY | 7 | -47 | -61 | -74 | -60 | -110 | -75 |
| **GROSS DOMESTIC PRODUCT AT MARKET PRICES** | **31,947** | **34,039** | **35,129** | **36,645** | **37,802** | **40,171** | **42,113** |
| | 3.3 | 6.5 | 3.2 | 4.3 | 3.2 | 6.3 | 4.8 |
| GROSS DOMESTIC PRODUCT AT BASIC PRICES | 29,672 | 31,557 | 32,501 | 33,677 | 34,896 | 37,281 | 39,163 |
| | 3.8 | 6.4 | 3.0 | 3.6 | 3.6 | 6.8 | 5.0 |

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TABLE 4

MANITOBA PERSONAL INCOME
SOURCES AND DISPOSITION
1999 - 2005

| | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 Preliminary |
|---|---|---|---|---|---|---|---|
| | (MILLIONS OF CURRENT DOLLARS) | | | | | | |
| WAGES, SALARIES AND SUPPLEMENTARY LABOUR INCOME* | 16,339 | 17,221 | 17,833 | 18,711 | 19,515 | 20,258 | 21,171 |
| | 3.8 | 5.4 | 3.6 | 4.9 | 4.3 | 3.8 | 4.5 |
| ACCRUED NET INCOME OF FARM OPERATORS | 29 | 221 | 318 | 261 | 232 | 332 | -56 |
| | -71.5 | 667.8 | 43.9 | -17.9 | -11.2 | 43.1 | -117.0 |
| NET INCOME OF NON-FARM UNINCORPORATED BUSINESS | 2,209 | 2,245 | 2,357 | 2,471 | 2,506 | 2,609 | 2,728 |
| | 4.2 | 1.7 | 5.0 | 4.8 | 1.4 | 4.1 | 4.6 |
| INTEREST, DIVIDENDS AND MISCELLANEOUS INVESTMENT INCOME | 3,712 | 3,889 | 3,814 | 3,439 | 3,371 | 3,471 | 3,605 |
| | 3.0 | 4.8 | -1.9 | -9.8 | -2.0 | 3.0 | 3.9 |
| CURRENT TRANSFERS: | | | | | | | |
| FROM GOVERNMENT | 4,460 | 4,652 | 4,729 | 4,895 | 4,996 | 5,195 | 5,399 |
| | -0.2 | 4.3 | 1.7 | 3.5 | 2.1 | 4.0 | 3.9 |
| FROM CORPORATIONS | 43 | 55 | 104 | 48 | 45 | 48 | 53 |
| | 13.2 | 27.9 | 89.1 | -53.8 | -6.3 | 6.7 | 9.4 |
| FROM NON-RESIDENTS | 85 | 88 | 91 | 92 | 91 | 96 | 97 |
| | 1.2 | 3.5 | 3.4 | 1.1 | -1.1 | 5.5 | 0.6 |
| **PERSONAL INCOME** | **26,877** | **28,371** | **29,246** | **29,918** | **30,756** | **32,009** | **32,996** |
| | 2.8 | 5.6 | 3.1 | 2.3 | 2.8 | 4.1 | 3.1 |
| DEDUCT: | | | | | | | |
| CURRENT TRANSFERS TO GOVERNMENT | 5,786 | 6,252 | 6,259 | 6,416 | 6,538 | 6,943 | 7,438 |
| | 1.1 | 8.1 | 0.1 | 2.5 | 1.9 | 6.2 | 7.1 |
| EQUALS: | | | | | | | |
| **PERSONAL DISPOSABLE INCOME** | **21,091** | **22,119** | **22,987** | **23,502** | **24,218** | **25,066** | **25,558** |
| | 3.2 | 4.9 | 3.9 | 2.2 | 3.0 | 3.5 | 2.0 |
| DEDUCT: | | | | | | | |
| PERSONAL EXPENDITURE ON CONSUMER GOODS AND SERVICES | 19,776 | 20,602 | 21,436 | 22,502 | 23,346 | 24,515 | 25,725 |
| | 4.0 | 4.2 | 4.1 | 5.0 | 3.8 | 5.0 | 4.9 |
| CURRENT TRANSFERS TO CORPORATIONS | 269 | 338 | 352 | 316 | 353 | 370 | 393 |
| | 10.2 | 25.7 | 4.1 | -10.2 | 11.7 | 4.8 | 6.2 |
| CURRENT TRANSFERS TO NON-RESIDENTS | 65 | 71 | 79 | 91 | 97 | 104 | 117 |
| | 20.4 | 9.2 | 11.3 | 15.2 | 6.6 | 7.2 | 12.5 |
| EQUALS: | | | | | | | |
| PERSONAL SAVING | 981 | 1,108 | 1,120 | 593 | 422 | 77 | -676 |
| | -11.6 | 13.0 | 1.0 | -47.1 | -28.8 | -81.8 | ... |
| **PERSONAL SAVINGS RATE** | **4.7** | **5.0** | **4.9** | **2.5** | **1.7** | **0.3** | **-2.6** |

* LABOUR INCOME BASED ON PROVINCE OF RESIDENCE.

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TABLE 5

MANITOBA FARM INCOME
RECONCILIATION
1999 - 2005

| | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 Preliminary |
|---|---|---|---|---|---|---|---|
| | (MILLIONS OF CURRENT DOLLARS) | | | | | | |
| TOTAL FARM CASH RECEIPTS | 2,908 | 3,151 | 3,701 | 3,848 | 3,574 | 3,903 | 3,743 |
| | -1.0 | 8.3 | 17.5 | 4.0 | -7.1 | 9.2 | -4.1 |
| CROPS | 1,401 | 1,313 | 1,519 | 1,913 | 1,704 | 1,788 | 1,282 |
| | -14.0 | -6.3 | 15.8 | 25.9 | -10.9 | 4.9 | -28.3 |
| LIVESTOCK | 1,291 | 1,551 | 1,800 | 1,716 | 1,561 | 1,656 | 1,766 |
| | 6.1 | 20.1 | 16.0 | -4.6 | -9.0 | 6.1 | 6.6 |
| DIRECT PAYMENTS | 216 | 287 | 382 | 219 | 308 | 459 | 694 |
| | 134.6 | 32.9 | 33.1 | -42.7 | 40.7 | 48.9 | 51.4 |
| MINUS: OPERATING EXPENSES | 2,376 | 2,563 | 2,790 | 2,928 | 3,060 | 3,140 | 3,117 |
| | -0.2 | 7.9 | 8.8 | 5.0 | 4.5 | 2.6 | -0.7 |
| **= NET CASH INCOME** | **532** | **587** | **912** | **920** | **513** | **763** | **626** |
| | -4.5 | 10.4 | 55.3 | 0.9 | -44.2 | 48.7 | -18.0 |
| PLUS: INCOME IN KIND | 10 | 9 | 9 | 8 | 8 | 9 | 12 |
| | 13.7 | -8.7 | -4.3 | -5.0 | -1.9 | 10.6 | 33.3 |
| MINUS: DEPRECIATION CHARGES | 389 | 387 | 398 | 397 | 412 | 404 | 411 |
| | 3.3 | -0.5 | 2.8 | -0.1 | 3.7 | -1.9 | 1.6 |
| **= REALIZED NET INCOME** | **153** | **209** | **522** | **531** | **109** | **368** | **227** |
| | -19.2 | 36.9 | 149.6 | 1.6 | -79.5 | 237.3 | -38.3 |
| PLUS: VALUE OF INVENTORY CHANGE | -149 | 98 | -9 | -127 | 131 | -39 | -294 |
| MINUS: AMOUNTS INCLUDED IN OTHER COMPONENTS OF GDP | 30 | 68 | 96 | 115 | 107 | 83 | 0 |
| | 7.1 | 126.7 | 41.2 | 19.8 | -7.0 | -22.4 | – |
| PLUS: FARM CASH ADJUSTMENTS | 41 | -7 | -94 | -21 | 66 | 94 | 23 |
| **= NET INCOME RECEIVED BY FARM OPERATORS FROM FARM PRODUCTION** | **15** | **232** | **324** | **268** | **199** | **340** | **-43** |
| | -84.6 | 1467.9 | 39.7 | -17.3 | -25.9 | 70.9 | -112.8 |
| PLUS: ADJUSTMENT ON GRAIN TRANSACTIONS | 14 | -11 | -6 | -7 | 33 | -8 | -13 |
| **= ACCRUED NET INCOME OF FARM OPERATORS** | **29** | **221** | **318** | **261** | **232** | **332** | **-56** |
| | -71.5 | 667.8 | 43.9 | -17.9 | -11.2 | 43.1 | -117.0 |

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MANITOBA ECONOMIC ACCOUNTS
TABLE 5

TABLE 6

MANITOBA PRICE INDEXES
(CHAINED 1997 DOLLARS)
1999 - 2005

| | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 Preliminary |
|---|---|---|---|---|---|---|---|
| PERSONAL EXPENDITURE | 103.0 | 105.0 | 107.2 | 109.4 | 111.2 | 112.9 | 114.9 |
| | 1.9 | 1.9 | 2.1 | 2.1 | 1.6 | 1.5 | 1.8 |
| GOVERNMENT EXPENDITURE | 103.7 | 109.4 | 111.2 | 113.9 | 116.6 | 119.1 | 123.3 |
| | 1.9 | 5.4 | 1.7 | 2.5 | 2.3 | 2.2 | 3.5 |
| GOVERNMENT INVESTMENT IN CAPITAL | 100.0 | 103.0 | 103.0 | 103.5 | 103.0 | 105.1 | 106.7 |
| | -0.6 | 3.0 | -0.1 | 0.5 | -0.4 | 2.0 | 1.5 |
| STRUCTURES | 103.0 | 108.1 | 109.0 | 110.4 | 113.3 | 118.8 | 124.2 |
| | 1.6 | 5.0 | 0.8 | 1.3 | 2.7 | 4.9 | 4.5 |
| MACHINERY AND EQUIPMENT | 93.6 | 92.9 | 91.3 | 90.3 | 84.3 | 80.6 | 74.8 |
| | -5.3 | -0.8 | -1.7 | -1.1 | -6.6 | -4.4 | -7.2 |
| BUSINESS INVESTMENT | 101.4 | 102.5 | 104.2 | 105.9 | 103.8 | 105.3 | 106.2 |
| | -0.5 | 1.0 | 1.7 | 1.6 | -1.9 | 1.4 | 0.9 |
| RESIDENTIAL STRUCTURES | 102.8 | 104.7 | 106.9 | 109.1 | 112.6 | 120.2 | 124.7 |
| | 2.0 | 1.8 | 2.1 | 2.1 | 3.2 | 6.7 | 3.7 |
| NON-RESIDENTIAL STRUCTURES | 104.3 | 108.0 | 109.7 | 111.6 | 113.9 | 120.0 | 125.0 |
| | 2.1 | 3.5 | 1.5 | 1.8 | 2.1 | 5.3 | 4.2 |
| MACHINERY AND EQUIPMENT | 99.1 | 98.6 | 100.2 | 101.6 | 95.4 | 92.3 | 90.3 |
| | -3.1 | -0.5 | 1.6 | 1.4 | -6.1 | -3.3 | -2.2 |
| EXPORTS OF GOODS AND SERVICES | 100.1 | 104.0 | 105.6 | 106.7 | 105.3 | 107.2 | 107.6 |
| | 0.3 | 3.9 | 1.6 | 1.0 | -1.4 | 1.8 | 0.4 |
| EXPORTS TO OTHER COUNTRIES | 99.9 | 105.1 | 106.6 | 106.9 | 104.7 | 107.5 | 106.8 |
| | -0.2 | 5.2 | 1.4 | 0.4 | -2.1 | 2.6 | -0.6 |
| EXPORTS TO OTHER PROVINCES | 100.4 | 103.0 | 104.8 | 106.6 | 105.8 | 107.0 | 108.5 |
| | 0.8 | 2.6 | 1.7 | 1.7 | -0.7 | 1.1 | 1.4 |
| DEDUCT: IMPORTS OF GOODS AND SERVICES | 102.4 | 106.1 | 108.1 | 108.2 | 105.9 | 106.4 | 106.8 |
| | 0.6 | 3.6 | 1.9 | 0.1 | -2.1 | 0.4 | 0.4 |
| IMPORTS FROM OTHER COUNTRIES | 102.9 | 104.0 | 107.7 | 108.2 | 100.7 | 98.5 | 94.9 |
| | -0.9 | 1.0 | 3.6 | 0.5 | -7.0 | -2.2 | -3.6 |
| IMPORTS FROM OTHER PROVINCES | 101.8 | 108.0 | 108.4 | 108.1 | 110.6 | 113.6 | 117.7 |
| | 2.0 | 6.1 | 0.4 | -0.3 | 2.3 | 2.7 | 3.6 |
| **GDP AT MARKET PRICES** | 101.5 | 103.8 | 106.2 | 108.6 | 109.8 | 113.6 | 115.8 |
| | 1.7 | 2.2 | 2.4 | 2.2 | 1.1 | 3.5 | 1.9 |
| FINAL DOMESTIC DEMAND | 102.8 | 105.5 | 107.5 | 109.7 | 111.1 | 112.9 | 115.2 |
| | 1.5 | 2.6 | 1.9 | 2.1 | 1.2 | 1.7 | 2.0 |

TABLE 7

REAL MANITOBA GROSS DOMESTIC PRODUCT
EXPENDITURE-BASED
COMPARISON BETWEEN DECEMBER 2005
And JUNE 2006 PUBLICATIONS
1999 -2005

| | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 |
|---|---|---|---|---|---|---|---|
| | (MILLIONS OF CHAINED 1997 DOLLARS) | | | | | | |
| PERSONAL EXPENDITURE | 0 | 0 | 0 | 0 | 0 | 0 | -253 |
| GOVERNMENT EXPENDITURE | 0 | 0 | 0 | 0 | 0 | 0 | -79 |
| GOVERNMENT INVESTMENT IN CAPITAL | 0 | 0 | 0 | 0 | 0 | -2 | -79 |
| GOVERNMENT INVESTMENT IN INVENTORIES | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| BUSINESS INVESTMENT | 0 | 0 | 0 | -3 | 4 | -12 | 141 |
| BUSINESS INVESTMENT IN INVENTORIES | 0 | 0 | 0 | 0 | 0 | 0 | -86 |
| EXPORTS OF GOODS AND SERVICES | 0 | 0 | 0 | 0 | 0 | -9 | -99 |
| EXPORTS TO OTHER COUNTRIES | 0 | 0 | 0 | 0 | 0 | -93 | -26 |
| EXPORTS TO OTHER PROVINCES | 0 | 0 | 0 | 0 | 0 | 84 | -72 |
| DEDUCT: IMPORTS OF GOODS AND SERVICES | 0 | 0 | 0 | 0 | 0 | 0 | -617 |
| IMPORTS FROM OTHER COUNTRIES | 0 | 0 | 0 | 0 | 0 | 0 | 30 |
| IMPORTS FROM OTHER PROVINCES | 0 | 0 | 0 | 0 | 0 | 0 | -594 |
| STATISTICAL DISCREPANCY | 0 | 0 | 0 | 22 | 49 | 158 | 35 |
| **REAL GDP AT MARKET PRICES** | **0** | **0** | **0** | **19** | **52** | **137** | **143** |
| REAL FINAL DOMESTIC DEMAND | 0 | 0 | 0 | -3 | 4 | -13 | -280 |

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Manitoba